

KCSE 2017 JKIM JOINT EVALUTION TEST

Business paper 1

Attempt all questions in the space provided

1. State four instruments used by commercial Banks to control the level of inflation (4marks)

- a).....
- b) .....
- c).....
- d).....

2. Outline four types of wholesalers. (4marks)

- a).....
- b) .....
- c).....
- d).....

3. List four merits of bonded warehouses to importers. (4marks)

- a).....
- b) .....
- c).....
- d).....

4. State four ways in which the national income statistics may benefit a country (4marks)

- a).....
- b) .....
- c).....
- d).....

5. Highlight four principles that govern the insurance contract (4marks)

- a).....
- b) .....

c).....

d).....

6. State four drawbacks of over-population. (4marks)

a).....

b) .....

c).....

d).....

7. Highlight four roles of stock exchange market. (4marks)

a).....

b) .....

c).....

d).....

8. List four functions of commercial banks. (4marks)

a).....

b) .....

c).....

d).....

9. State four characteristics of public corporations. (4marks)

a).....

b) .....

c).....

d).....

10. Outline four reasons why government may impose value added tax (VAT) on s a commodity.  
(4marks)

a).....

b) .....

c).....

d).....

11. Name three causes of decrease demand of a product in the market. (3marks)

a).....

b) .....

c).....

.....

12. Mentined four importance of entrepreneurship in a country. (4marks)

a).....

b) .....

c).....

d).....

13. Define the following terms

a) Voyage .....

b) Premiums.....

c) Annuity.....

d) Re-insure.....

14. State four factors that influence the level of national income of a given country. (4marks)

a).....

b) .....

c).....

d).....

15. Outline four money transfers facilities provided by the commercial banks. (4marks)

a).....

b) .....

c).....

d).....

16. List four principles of a good tax system. (4marks)

a).....

- b) .....
- c).....
- d).....

17. Write down four types of unemployment, (4marks)

- a).....
- b) .....
- c).....
- d).....

18. State four circumstances that will lead to balance of payment disequilibrium. (4marks)

- a).....
- b) .....
- c).....
- d).....

19. Highlight four factors that determine the amount of money held for precautionary motives, (4marks)

- a).....
- b) .....
- c).....
- d).....

20. State four circumstances when a firm would sell through wholesalers. (4marks)

- a).....
- b) .....
- c).....
- d).....

21. List four causes of shortage in supply of a commodity over a short period of time. (4marks)

- a).....
- b) .....

c).....

d).....

22. State four limitations of long chain of distribution to consumers. (4marks)

a).....

b) .....

c).....

d).....

23. Outline four merits of containerization. (4marks)

a).....

b) .....

c).....

d).....

24. List four reasons why Boda Boda is popular among many Kenyans in the interior. (4marks)

a).....

b) .....

c).....

d).....

25. The following information's was extracted from the books of Jamesly traders as at 31<sup>st</sup> December 2014(5marks)

	Shs.
Motor van	20,000
Carriage outwards	5,000
Discount received	31,000
Gross profit	12,000
Rent income	12,500
Salaries	15,000
Insurance	1,000
Creditors	17, 000
Rent expenses	12,000
General expenses	12,000

Required to prepare Jamesly traders profit and loss account for the period ended 31st December 2014

